

## NONMAJOR DEBT SERVICE FUNDS

Debt Service Funds are established to account for the resources for, and the payment of, general long-term debt principal, interest, and related costs.

Tax Allocation Projects Debt Service Fund - To accumulate resources for payment of principal and interest on the various outstanding tax allocation bonds. Resources are derived from additional taxes generated by the specific properties upon completion of the Redevelopment Projects.

Bond Interest & Redemption Fund - To accumulate resources derived from an annual tax levy for payment of principal and interest on several general obligation bond issues and capital leases outstanding as follows:

1997	Storm Sewer and Drainage System Bonds
1999A	Various Purpose Bonds
1999B	Various Purpose Bonds
2001	Certificates of Participation – Health Lease
2002	Storm Sewer and Drainage System Bonds
2003	Various Purpose Bonds
2004	Certificates of Participation – Fire & 911 Lease
2005	Storm Sewer Refunding Bonds
2005	Storm Sewer Construction Bonds
2005	Certificates of Participation – Street Lights

Tax Supported Bonds Fund – includes bonded debt funds as follows:

MIRF Bond Debt Fund – To accumulate resources for payment of principal and interest on the Municipal Infrastructure Redevelopment Fund Bonds, Series 2000. The bonds are payable from amounts received by the City from the State of Nebraska MIRF fund established pursuant to the MIRF Act (Chapter 18, Article 26, Reissue Revised Statutes of Nebraska, as amended), which provides annual appropriations from an imposed cigarette tax.

Antelope Valley Debt Fund – To accumulate resources for payment of principal and interest on the Tax Supported Antelope Valley Project Bonds, Series 2002. The bonds are payable from amounts received from the State of Nebraska City of the Primary Class Development Fund, established pursuant to Chapter 19, article 1, Reissue Revised Statutes of Nebraska, which provides annual appropriations from an imposed cigarette tax, and from the sales tax receipts of the City pledged to the payment of the bonds as needed.

Highway User Allocation Debt Fund - To accumulate resources for payment of principal and interest on the Highway User Allocation Bonds, Series 2004. For the prompt payment of principal of and interest on the bonds, the City has pledged funds received and to be received by the City from the State Highway Allocation Fund as authorized under Section 66-4,101, Reissue Revised Statutes of Nebraska, as amended.

Special Assessment Fund - To accumulate resources for payment of principal and interest on the various outstanding special assessment bond issues. Income is derived from special assessment tax collections, interest on special assessment taxes and interest from investments.

**CITY OF LINCOLN, NEBRASKA**  
**SUBCOMBINING BALANCE SHEET**  
**NONMAJOR DEBT SERVICE FUNDS**  
**AUGUST 31, 2005**

	Tax Allocation Projects Debt Service	Bond Interest & Redemption	Tax Supported Bonds	Special Assessment	Total
<b>ASSETS</b>					
Cash and Cash Equivalents	\$ 1,188,983	887,597	516,778	1,876,746	4,470,104
Investments	3,750,863	4,878,216	2,512,337	5,057,553	16,198,969
Receivables (Net of Allowance for Uncollectibles):					
Taxes	286,772	790,449	-	-	1,077,221
Accrued Interest	26,603	39,302	34,412	48,095	148,412
Special Assessment	-	-	-	2,432,426	2,432,426
Due from Other Funds	327,776	244,410	142,356	517,096	1,231,638
Due from Other Governments	-	354	166,667	-	167,021
Total Assets	<u>5,580,997</u>	<u>6,840,328</u>	<u>3,372,550</u>	<u>9,931,916</u>	<u>25,725,791</u>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accounts Payable	-	-	950	-	950
Due To Other Funds	-	-	-	390,804	390,804
Deferred Revenue	-	195,446	166,667	2,377,815	2,739,928
Bond Principal Payable	-	10,000	-	55,000	65,000
Bond Interest Payable	-	1,668	-	37,582	39,250
Total Liabilities	<u>-</u>	<u>207,114</u>	<u>167,617</u>	<u>2,861,201</u>	<u>3,235,932</u>
Fund Balances:					
Reserved for Debt Service	5,580,997	6,633,214	3,204,933	-	15,419,144
Unreserved - Designated for Debt Service	-	-	-	7,070,715	7,070,715
Total Fund Balances	<u>5,580,997</u>	<u>6,633,214</u>	<u>3,204,933</u>	<u>7,070,715</u>	<u>22,489,859</u>
Total Liabilities and Fund Balances	<u>\$ 5,580,997</u>	<u>6,840,328</u>	<u>3,372,550</u>	<u>9,931,916</u>	<u>25,725,791</u>

**CITY OF LINCOLN, NEBRASKA**  
**SUBCOMBINING STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR DEBT SERVICE FUNDS**  
**FOR THE YEAR ENDED AUGUST 31, 2005**

	Tax Allocation Projects Debt Service	Bond Interest & Redemption	Tax Supported Bonds	Special Assessment	Total
Revenues:					
Real Property and Personal Property Tax	\$ 1,674,717	5,504,407	-	-	7,179,124
Sundry and In Lieu Tax	-	3,143	-	-	3,143
Special Assessment	-	-	-	1,196,034	1,196,034
Special Assessment Interest	-	-	-	204,108	204,108
Intergovernmental	-	145,707	1,353,333	-	1,499,040
Investment Earnings	76,789	105,888	81,992	160,927	425,596
Total Revenues	<u>1,751,506</u>	<u>5,759,145</u>	<u>1,435,325</u>	<u>1,561,069</u>	<u>10,507,045</u>
Expenditures -- Debt Service:					
Principal Retirement	586,699	3,850,000	885,000	100,000	5,421,699
Interest	312,912	2,197,207	2,347,382	3,425	4,860,926
Fiscal Charges	1,350	1,990	1,600	903	5,843
Capital Lease Principal	-	114,881	-	-	114,881
Capital Lease Interest	-	67,319	-	-	67,319
Bond Issuance Expense	-	89,450	-	-	89,450
Miscellaneous	750	-	2,020	105	2,875
Total Expenditures	<u>901,711</u>	<u>6,320,847</u>	<u>3,236,002</u>	<u>104,433</u>	<u>10,562,993</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>849,795</u>	<u>(561,702)</u>	<u>(1,800,677)</u>	<u>1,456,636</u>	<u>(55,948)</u>
Other Financing Sources (Uses):					
Transfers In	-	191,509	1,818,460	-	2,009,969
Transfers Out	(502,663)	-	-	(1,730,805)	(2,233,468)
Issuance of Debt	-	6,555,000	-	-	6,555,000
Premiums / (Discounts) on Debt Issued	-	42,635	-	-	42,635
Transfer To Bond Refunding Agent	-	(6,504,876)	-	-	(6,504,876)
Total Other Financing Sources (Uses)	<u>(502,663)</u>	<u>284,268</u>	<u>1,818,460</u>	<u>(1,730,805)</u>	<u>(130,740)</u>
Net Change in Fund Balances	347,132	(277,434)	17,783	(274,169)	(186,688)
Fund Balances - Beginning	<u>5,233,865</u>	<u>6,910,648</u>	<u>3,187,150</u>	<u>7,344,884</u>	<u>22,676,547</u>
Fund Balances - Ending	<u>\$ 5,580,997</u>	<u>6,633,214</u>	<u>3,204,933</u>	<u>7,070,715</u>	<u>22,489,859</u>